

Via Email

July 13, 2017

Sangra Moller LLP

Calgary Head Office
Suite 1000, 250 – 5 Street SW
Calgary, Alberta T2P 0R4
Canada

www.aer.ca

Attention: Rod Talaifar

Re: **Section 106 Declaration Naming Robert George Jennings dated January 19, 2017
Reconsideration No.: 1893772**

Dear Mr. Talaifar:

Having received written confirmation that Mr. Jennings will not directly or indirectly control any Alberta Energy Regulator licensed entity without the written prior consent of the Alberta Energy Regulator, and noting that the Declaration remains in effect against Mr. Smith, a director of Lexin Resources Inc., the parties agree that the Declaration should be varied to remove reference to Mr. Jennings.

Therefore, pursuant to section 42 of the *Responsible Energy Development Act*, the AER varies the Declaration to remove reference to Mr. Jennings. A revised Declaration will be issued in due course.

As a result of the foregoing, the AER has closed its request for regulatory appeal file by Mr. Jennings of the Declaration.

Sincerely,

<original signed by>

Patricia M. Johnston, Q.C.,
Executive Vice President Law and General Counsel

cc: Keely Cameron, AER